MORNING CALL

March 28th, 2023

“The green color continues to remain, the liquidity improves, the global market prospers””

- Global stocks recover, First Citizens negotiate to buy back SVB
- Domestic stocks gain slightly with improved liquidity
- Technical view and recommendations
- Economic calendar
- Q&A

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Open Account

Global Market Review - Week 27 - 31/03/2023

Stock markets rallied as First Citizens negotiated the acquisition of SVB

The US stock market had a second session in the green as investors' concerns about the banking sector gradually eased with the news that First Citizens BancShares Inc is in negotiation to acquire Silicon Valley Bank (SVB) from the Federal Deposit Insurance Corporation. The Dow Jones Industrial Average rose 194.55 points, or 0.6%, to end at 32,432.08, while the S&P 500 gained 0.2% to 3,977.53

European stock markets rose on Monday, with only the Stoxx 600 up 1.1%, with the automotive and healthcare sector leading the way. Notably, Deutsche Bank rose more than 6%. EU and ECB leaders also said that the EU banking system remains well-capitalized and liquid, aimed at restoring investor confidence in the European banking industry.

Asia-Pacific markets increased on Tuesday morning as investors' concerns about the banking system's risks recently showed signs of easing. In Australia, the S&P/ASX 200 gained 1.11%. Japan's Nikkei 225 index gained 0.3%, while the Topix gained 0.57% in early trading.

The Federal Reserve Bank of Dallas' General Business Activity Index, which measures the state of manufacturing in Texas, fell for a second month to -15.7 in March from -13.5 in February. This is the report signal that business conditions are continuing to deteriorate.

Cotton is trading around 79 cents per pound, approaching a two-year low of 71.6 cents/pound from October. The commodity's price is being pressured by ample inventories and a weaker demand outlook in the backdrop of economic recession fears.

WTI crude oil prices traded around USD 73/barrel after gaining more than 5% in the previous session. Due to a legal dispute, the export of about 400,000 barrels of oil per day has been halted from the port of Ceyhan in Turkey.

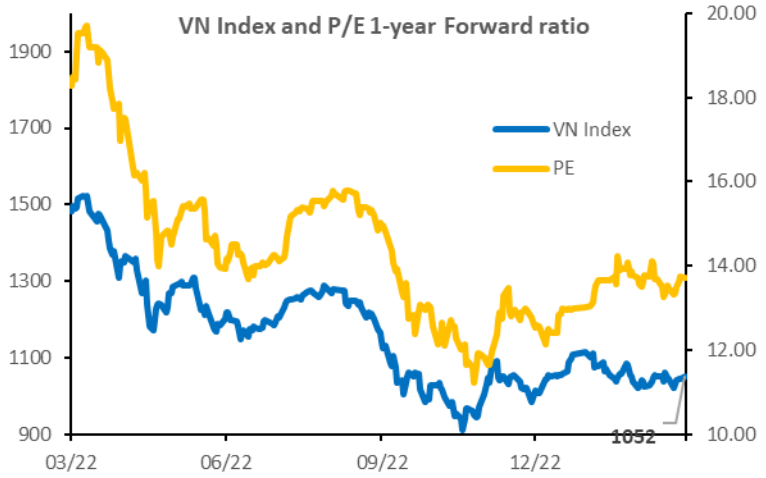
Market

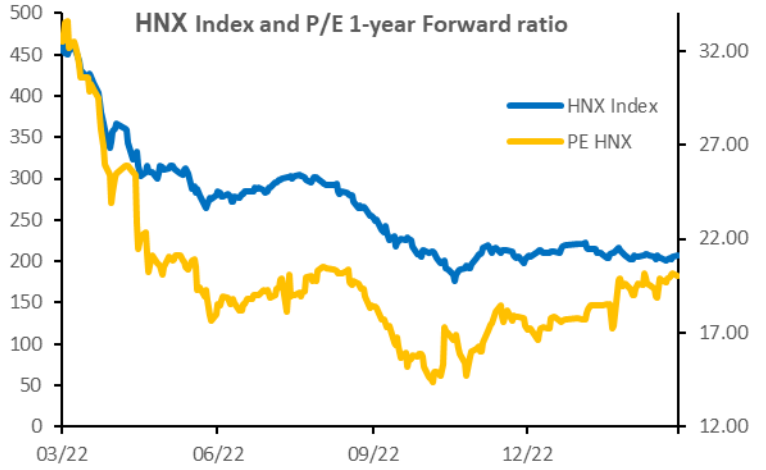
	Close	%1D	%1M	%1Y
VN-Index	1,052	0.52%	2.69%	-29.05%
S&P 500 Index	3,978	0.16%	0.19%	-13.07%
Dow Jones Index	32,432	0.60%	-0.69%	-7.22%
GP 100	7,472	0.90%	-5.14%	-0.02%
Nikkei 225	27,537	0.22%	0.33%	-1.46%
SHCOMP Index	3,251	-0.44%	-0.86%	1.15%
STOXX 600	445	1.05%	-3.55%	-2.08%
KOSPI Index	2,418	0.37%	0.22%	-11.41%
Hang Seng	19,568	-1.75%	-1.10%	-9.76%

Currency & Commodity

	Close	%1D	%1M	%1Y
Dollar Index	102.66	-0.19%	-2.11%	3.60%
USD/VND	23,519.00	0.05%	1.22%	-2.74%
EUR/USD	1.08	0.17%	2.27%	-1.54%
USD/CNY	6.88	-0.21%	0.90%	-7.41%
Brent	78.07	-0.06%	-6.94%	-30.59%
WTI	72.88	0.10%	-5.41%	-31.22%
Natural gas	2.11	1.20%	-23.08%	-61.64%
Coal	176.25	0.51%	-10.31%	-46.13%
Gold	1,959.77	0.16%	7.27%	1.92%

Vietnam Market Snapshot 27/03/2023





	Close	PE	Difference	%1D	Trading volume (mn stocks)	Trading value (VND bn)
VNI NDEX	1,052.25	13.66	5.46	0.52	499	8,412
HNX INDEX	206.67	19.96	0.95	0.46	66	832

Money flow and sector rotation (VND bn)

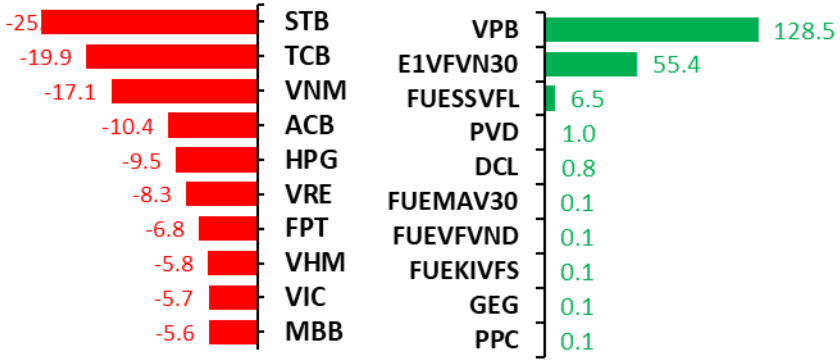
Sector	%1D	3/27/2023	3/24/2023	20-session Average
Technology	87.45	70	37	62
Basic Resources	50.24	975	649	959
Industrial Goods & Services	32.22	286	216	264
Retail	22.15	202	165	171
Financial Services	9.83	1,524	1,388	1,036
Food and Beverage	6.03	535	504	558
Banks	4.12	2,167	2,082	1,909
Construction & Materials	2.84	676	657	536
Utilities	2.41	136	133	186
Oil & Gas	-0.8	97	97	123
Automobiles & Parts	-2.6	64	65	57
Personal & Household Goods	-5.5	49	52	63
Insurance	-7.3	25	27	21
Travel & Leisure	-12.9	49	56	57
Media	-14.0	1	1	1
Real Estate	-21.1	1,374	1,741	1,225
Chemicals	-22.9	168	217	249
Health Care	-58.1	13	31	17

Source: Bloomberg, Shinhan Securities Vietnam

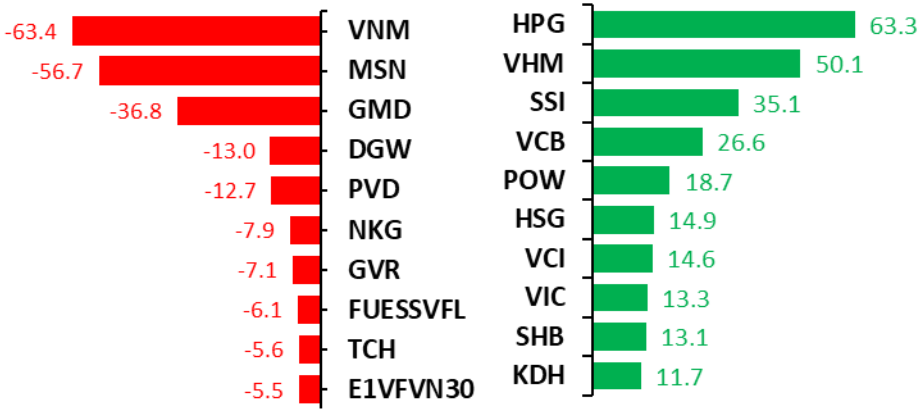
Vietnam Market Snapshot 27/03/2023

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Top net buying & selling of proprietary trading (VND billion)



Top net buying & selling foreign investors (VND billion)



The net trading value of proprietary trading and investors by sector (VND billion)

Sub-sector	Proprietary trading (VND bn)	Foreign (VND bn)	Local Individual (VND bn)	Local Institutions (VND bn)
Real Estate	(29)	129	(34)	(95)
Basic Resources	(13)	71	(44)	(26)
Media	-	(0)	0	0
Industrial Goods & Services	(5)	(38)	55	(17)
Health care	1	0	(1)	1
Chemicals	(1)	4	2	(6)
Financial Services	60	55	5	(59)
Travel & Leisure	(3)	4	1	(6)
Banks	48	70	(65)	(5)
Construction & Materials	(1)	3	38	(41)
Food and Beverage	(19)	(114)	139	(25)
Retail	(6)	(14)	64	(50)
Utilities	(3)	25	(24)	(1)
Personal & Household Goods	(5)	(3)	6	(3)
Technology	(7)	0	(5)	4
Automobiles & Parts	-	(5)	5	0
Insurance	(0)	3	(3)	(0)
Oil & Gas	1	(16)	13	3

Source: Fiinpro, Shinhan Securities Vietnam

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Breaking News

Macro

Positive

- In the week from March 20 to March 24, the interbank interest rate continued to decrease sharply in all terms over the sessions. Closing on March 24, the interbank VND interest rate traded around: 1.2% overnight (-2.3 bps) compared to the last session of the previous week); 1 week 1.9% (-2.10 bps); 2 weeks 2.9% (-1.68 bps); 1 month 4.43% (-1.35 bps).
- Continue to impose more than 6% tax on imported coil and wire products
- Deputy Minister of Industry and Trade: Electricity price will definitely adjust

Less positive

- Total newly registered capital, adjusted and contributed capital to buy shares, buy capital contributions of foreign investors in 1Q2023 reached nearly USD 5.45 billion equivalent to 61.2% over the same period.
- Fertilizer business is expected to go backwards after a year of record profits.



Business news

- MWG: Mobile World's revenue in the first 2 months decreased by 25%, completing 100% of capital and interest recovery on maturing bonds.
- VPB: Officially sold 15% of charter capital to Japan's SMBC Bank, earning nearly VND 36 trillion.
- HHV: Unrealized contract is more than VND 4,000 billion, expected to bring in another VND 1,900 billion.
- BSR: In 2023, it will focus on operating Dung Quat Oil Refinery, expected profit of VND 1,628.4 billion.
- BSI: BIDV Securities targets a profit of VND 565 billion, 3.8 times higher than last year.
- ORS: Tien Phong Securities JSC sets a revenue target of VND 2,831 billion (+3.6% YoY) and a net profit of VND 184 billion (+35.6% YoY), ORS plans to offer VND 2,000 billion in bonds and increase capital double in 2023.

Technical view



Trend: Positive liquidity

- The VN-Index continued to maintain its bullish momentum with liquidity remaining above the 20-session average. The index is struggling at resistant area of 1,050 points. Other technical indicators still continue to show upward momentum but still not strong. VN-Index needs a strong gaining session with explosive volume to officially get out of the downtrend. Investors need to patiently avoid excitement in the session and maintain a cautious sentiment in the current period.

Scenarios:

- Positive (50%): The index rebounded to 1,050 points and balanced above to continue creating a recovery pace to 1,080 points, more optimistic than 1,100 points.
- Less positive (50%): The index failed to test and lost the support level of 1,050 points, it might drop to retest the psychological level of 1,000 points and lower to the area of 950 points.

Recommended stocks

28/3/2023

Unit: thousand VND

Today's watchlist

	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	Signals
VPB	Watch							Maintain increased momentum, Volume remained above the average of 20 sessions
VCI	Watch							Maintain increased momentum, Volume remained above the average of 20 sessions
HPG	Watch							The volume improves, good reaction around the 20-day MA
DXG	Watch							The volume improves, establishes a new price base, waits for an explosive session
HDC	Watch							The volume improves, establishes a new price base, waits for an explosive session
HT1	Watch							Staying above MA10, still holding the trend
NKG	Watch							Good reaction around the 20-day MA, Volume improve
POW	Watch							Good reaction around the 10-day MA
PC1	Watch							Maintain price base, waiting to test the 50-day MA

Trading portfolio

Ticker	Recommendation	Buying price (+/- 1%)	Target	Cut loss	Upside	Downside	Current price	T+	Profit/Loss	Date	Note
SSI	Hold	20.15	22	19	9%	-6%	21	8	4.48%	16/03/2023	

Economic calendar

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March 2023

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
26	27	28	1 Vietnam PMI CPI y/y (Australia) Manufacturing PMI (Eurozone, Germany, France, Italy, England) ISM Manufacturing PMI	2 ECB Monetary Policy Meeting Accounts CPI and Core CPI Flash Estimate y/y (Europe)	3 FTSE portfolio review Q1 RBNZ Gov Orr Speaks Services PMI ((Eurozone, Germany, France, Italy, England) ISM Services PMI (US)	4
5	6 CPI m/m (Switzerland) Factory Orders (US)	7 Fed Chair Powell Testifies RBA Rate Statement	8 BOC Rate Statement RBA Gov Lowe Speaks ADP Non-Farm Employment Change JOLTS Job Openings	9 CPI, PPI y/y (China) Unemployment Claims (US)	10 VanEck announced the list BOJ Policy Rate, BOJ Press Conference Non-Farm Employment Change, Unemployment Rate (US)	11
12	13	14 CPI and core CPI (US)	15 PPI and Core PPI m/m Retail Sales and Core Retail Sales m/m Monetary Policy Meeting Minutes (BOJ)	16 Futures contract expiration VN30F1M FTSE and VanEck restructure portfolio ECB Press Conference, Monetary Policy Statement Employment Change, Unemployment Rate (Australia)	17 Final CPI and Core CPI y/y (Europe) Prelim UoM Consumer Sentiment. Prelim UoM Inflation Expectations	18
19	20	21 CPI and core CPI (Canada)	22 CPI and core CPI (UK)	23 FOMC Statement, Federal Funds Rate SNB Monetary Policy Assessment, SNB Policy Rate MPC Official Bank Rate Votes, Official Bank Rate	24 Flash Services and Flash Manufacturing PMI (US)	25
26	27	28 CB Consumer Confidence	29 Vietnam macroeconomic data	30	31 Core PCE Price Index m/m	1

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Q&A

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